APPLICATION FOR DRILLING MESA PETROLEUM CO. DERRICK FEDERAL COM #1 2160' FNL & 1980' FWL Lot 11, Sec 5, T 16S, R28E LEASE: NM-33277 October 10, 1979

In conjunction with permitting subject well for drilling in Section 5, Township 16 South, Range 28 East, Eddy County, New Mexico, Mesa Petroleum Co submits the following:

- 1. The geologic surface formation series is Guadalupian Artesia Group.
- 2. The estimated tops of geologic markers are as follows:

1002
1762
2947
4477
5257
6492
7402
8462
8762
8982
9177
9277
9407

3. The depth at which water, oil, or gas are expected is:

WATER	3020
WATER	3520
WATER	4530
GAS & WATER	7660
GAS-LOWER PENN	8470
GAS-LOWER PENN	8770
GAS-MORROW	8990

- 4. Casing and Blowout Preventer Program:
 - Surface: 350' of 13-3/8" 48#, H-40, ST&C new casing cemented with 400 sx Class "H" with 1/4# flocele and 2% CaCl or sufficient volume to circulate cement to surface. Will install 10" API 3000 psi WP bradenhead and nipple up 10" API 3000 WP ram type BOPs to drill 11" intermediate hole.
 - Intermediate: 1900' of 8-5/8" 24#, K-55, ST&C new casing cemented with
 775 sx LW with 5# gilsonite, 1/4# flocele and 2% CaCl followed
 by 325 sx Class "C" with 2% CaCl or sufficient volume to
 circulate cement to bottom of surface casing. Will nipple up
 12" API 3000 WP x 10" API 3000 WP casinghead spool and install
 10" API 3000 psi WP BOP stack (consisting of 1 pipe ram, 1
 blind ram, 1 bag type BOP) to drill 7-7/8" production hole.